

1 Add 2 Cal. Code Regs. Section 18534 to read:

2 **§ 18534. Required Committee Bank Accounts.**

3 (a) This regulation is applicable to any committee pursuant to subdivision (a) of
4 Government Code section 82013 that receives contributions subject to the limits of subdivision
5 (a) or (b) of Government Code section 85303.

6 (b) A committee described in subdivision (a) of this regulation must make all
7 contributions to candidates for elective state office and to other committees for the purpose of
8 making contributions to candidates for elective state office from a bank account maintained and
9 designated as an “all purpose” committee account. Checks drawn on this account must include
10 the words “all purpose” in the title of the account printed on the checks. (For example, “XYZ’s
11 all purpose account.”)

12 (c) Any contribution received by a committee described in subdivision (a) of this
13 regulation that is in excess of the limits prescribed in subdivisions (a) or (b) of Government Code
14 section 85303 must be deposited into a committee bank account designated as a “restricted use”
15 account, or may be split between the committee’s “all purpose” and “restricted use” accounts at
16 the time of deposit, with the amount deposited into the “all purpose” account not to exceed the
17 contributor’s limit under subdivisions (a) or (b) of Government Code section 85303. Within
18 fourteen (14) calendar days following receipt, a committee may transfer any portion of the
19 original contribution from the committee’s “restricted use ” account, so long as the total amount
20 deposited into its “all purpose” account does not exceed the contributor’s limit under
21 subdivisions (a) or (b) of Government Code section 85303. Checks drawn on this account must
22 include the words “restricted use ” in the title of the account printed on the checks. (For

example, “XYZ’s restricted use account.”) A transfer made pursuant to this subdivision will not
2 constitute acceptance of a contribution in excess of the limits as set forth in regulation 18531.

3 (d) A committee described in subdivision (a) of this regulation that receives a
4 contribution earmarked for the purpose of making contributions to candidates for elective state
5 office, or for the purpose of making contributions for the support or defeat of such candidates,
6 may not deposit the contribution in a “restricted use” account. A contribution thus earmarked
7 shall be returned to the contributor prior to deposit or negotiation, within fourteen days of
8 receipt, if the contribution is in excess of the limit for that contributor under subdivisions (a) or
9 (b) of Government Code section 85303.

10 (e) Contributions made by a committee described in subdivision (a) of this regulation
11 for the purpose of making contributions to a candidate for elective state office, or for the purpose
12 of making contributions for the support or defeat of such candidates, or made to a candidate for
13 elective state office, or to another committee’s “all purpose” account, may be made only from a
14 committee’s “all purpose” account, by check identifying the account as described in subdivision
15 (a).

16 (f) A committee described in subdivision (a) of this regulation may transfer funds from
17 its “all purpose” account to any other account. Any such transfers, however, will not be
18 considered in determining whether any person contributing to the committee has or has not
19 exceeded annual contribution limits for that person under subdivisions (a) or (b) of Government
20 Code section 85303. Except as set forth in subdivision (b) above, a committee may not transfer
21 funds to an “all purpose” account from any “restricted use” account.

1 (g) A committee making a contribution to any other committee must notify the recipient
2 whether the contribution is from the committee's "all purpose " or "restricted use" account, or
3 from some other account. A check with the proper designation of the account on its face shall be
4 presumed to be adequate notification of the nature of the funds to the recipient committee.

5 NOTE: Authority cited: Section 83112, Government Code.

6 Reference: Sections 85302 and 85303, Government Code.